



State of New Jersey

Chris Christie
Governor

Office of the Attorney General
Department of Law and Public Safety
Division of Gaming Enforcement
1300 Atlantic Avenue
Atlantic City, NJ 08401

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Director

January 22, 2013

Michael A. Magazzu, Esquire
Corporate Counsel
Caesars Entertainment, Eastern Division
c/o Bally's Atlantic City
Park Place and The Boardwalk
Atlantic City, New Jersey 08401

RE: Petition #0111301

Dear Mr. Magazzu:

The staff of the Division of Gaming Enforcement's (Division) Regulatory Enforcement Bureau has reviewed Petition #0111301 filed by the Boardwalk Regency Corporation d/b/a/ Caesars Atlantic City ("Caesars") dated January 11, 2013. Caesars is seeking approval to amend its Certificate of Operation and Casino Hotel Alcoholic Beverage (CHAB) License.

The Caesars casino is currently operating under a Certificate of Operation which was approved in Petition #3421201 on December 14, 2012, by the Division of Gaming Enforcement.

By Petition #0111301, Caesars seeks approval to complete modifications to its casino floor as depicted on the architectural drawing labeled PCO-144R1 dated December 12, 2012, which was prepared and certified by R2Architects, David J. Rudzenski, AIA, License #08443.



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The petitioner proposes the following:

1. Periodically use the Palladium Ballroom for the purpose of operating and/or hosting slot tournaments that consist of forty-two (42) slot machines as depicted on PCO-144R1. This will be temporarily added as gaming floor space during the tournament.
2. There will be no changes to Caesar's approved table games inventory as part of this Petition.

Miscellaneous

1. During the Tournament, a registration area will be located immediately outside of the Palladium Ballroom.
2. Based on cash transactions that will occur at the Registration Area, this space will be temporarily added as gaming floor space during the Tournament.
3. The Palladium Ballroom is currently authorized as a Type II CHAB location. Caesars seeks approval to temporarily amend its CHAB license during the Tournament to authorize the Palladium Ballroom as a Type I CHAB location, with service of beverages emanating from portable service bars set up within the Palladium Ballroom.

The summary of the statistical calculations is as follows:

1. The current total number of slot machines is **2,193** and the total number of slot stools is **2,188**. In PCO-144R1, the total number of slot machines will temporarily increase by forty-two (42) slot machines from **2,193** slot machines to **2,235** slot machines. In PCO-144R1, the total number of slot stools will temporarily increase by forty-two (42) slot stools from **2,188** slot stools to **2,230 slot stools**.
2. The number of table games remain at one hundred seventy-seven (**177**).

3. The current casino floor area is one hundred eleven thousand seven hundred eighty-six (**111,786**) square feet. In PCO-144R1, the casino floor area will temporarily increase by nine hundred ninety-five (**995**) square feet from one hundred eleven thousand seven hundred eighty-six (**111,786**) square feet to one hundred twelve thousand seven hundred eighty-one (**112,781**) square feet.

The Simulcast area will remain the same at twenty-eight thousand nine hundred sixty-three (**28,963**) square feet.

The current total gaming area, including Simulcast, is one hundred forty thousand seven hundred forty-nine (**140,749**) square feet. In PCO-144R1, the total gaming area will temporarily increase by nine hundred ninety-five (**995**) square feet from one hundred forty thousand seven hundred forty-nine (**140,749**) square feet to one hundred forty-one thousand seven hundred forty-four (**141,744**) square feet.

4. The current allowable slot coverage (90% of 140,749 sq. ft.) is one hundred twenty-six thousand six hundred seventy-four (**126,674**) square feet. In PCO-144R1 the allowable slot coverage (90% of 141,744 sq. ft.) will temporarily be increased to one hundred twenty-seven thousand five hundred seventy (**127,570**) square feet.
5. The current actual slot coverage is eighty-eight thousand four hundred fifteen (**88,415**) square feet which is **62.8%** of the total gaming area and within the allowable 90% for slot density. In PCO-144R1, the slot density will temporarily increase by eight hundred ninety-five (**895**) square feet to eighty nine thousand three hundred ten (**89,310**) square feet which is **63.0%** of the total gaming area and within the allowable 90% for slot density.

Based on the Division's authority, the requested amendments to Caesars Certificate of Operation as set forth above, are hereby granted pursuant to N.J.A.C. 13:69C-7.1, et seq. This approval temporarily authorizes a casino room containing and consisting of **141,744** square feet of total gaming space, **177** table games, **2,235** slot machines and **2,230** slot stools.

Please note that the designation of smoking areas in casinos is subject to the jurisdiction of the N.J. Department of Health and Senior Services and the Atlantic City Department of Health and Human Services, not the Division. Accordingly, this letter should in no way be construed as approving areas of the gaming floor for smoking.

This approval is subject to the following conditions:

- A. That revised operational blueprints reflecting the changes approved herein be submitted to the Division's Regulatory Enforcement Bureau, casino licensee's security podium and the casino licensee's CCTV monitoring room;
- B. That a revised Slot Master List is submitted to the Technical Service Bureau of the Division;
- C. That Caesars notify the Division immediately in the event of any modification to the approvals granted herein;
- D. That Caesars provides an updated security submission addressing security of gross revenue receipts for those promotional events taking place in the Palladium Ballroom Reservation Area. In addition, the Caesars security submission should address cash transport routes from the Reservation Area to the Cashier Cage;
- E. That Caesars complies with CCTV requirements identified in N.J.A.C. 13:69D-1.10 regarding the requirements to record all gaming tables whether active or inactive;
- F. That all events capable of being monitored must be accessible from the Division's CCTV monitoring system as required by N.J.A.C. 13:69D-1.10(a)3;
- G. That the request for CHAB changes will be subject to review by the Division's Regulatory Prosecution Bureau, and will require an order from the Division of Gaming Enforcement should the request be approved;
- H. That Caesars complies with all requirements and conditions appended to approvals received from all involved agencies of government whose approvals are required in order for a Certificate of Occupancy for the general public to be issued including, but not limited to, the Department of Community Affairs and the local construction official; and,

Michael Magazzu, Esquire

Page 5

January 22, 2013

- I. Once modifications have been completed, a satisfactory inspection and approval by the Division of the Reservation Area is required to ensure that the changes made conform to the petition. The review also includes, but is not limited to, an assessment of the adequacy of CCTV and security coverage. Such inspection must be done **prior to the proposed areas being used for gaming activity.**
- J. In the future, if there are no changes from this approved petition, only notification to the Division along with certifications is required. Notification must be submitted at least three (3) business days in advance of the slot tournament.

To schedule an inspection, please contact the Division at inspections@njdge.org.

If you have any questions, please do not hesitate to contact Bill Kendzierski of my staff at 441-7557.

Sincerely,



Don Errera, Deputy Chief
Regulatory Enforcement Bureau

DAE/mf

C: Chuck Kimmel, DGE
Eric Weiss, DGE
Tim Ficchi, DGE
Lisa Spengler, DGE
DGE Intake Unit
C-03-13-001